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9/27/02

**NOTICE TO GROUPS AND INDIVIDUALS
REHABILITATION OF AmCare Health Plans of Louisiana, Inc.**

DOCKET NUMBER 499-737 Division D
19th JUDICIAL DISTRICT COURT FOR THE PARISH OF EAST BATON ROUGE

**THIS NOTICE CONTAINS IMPORTANT INFORMATION
WHICH AFFECTS YOUR LEGAL RIGHTS**

On September 23, 2002, the 19th Judicial District Court for the Parish of East Baton Rouge, State of Louisiana, has entered an order for the rehabilitation of AmCare Health Plans of Louisiana, Inc. under the supervision of the Court, with the Commissioner of Insurance for the State of Louisiana as Rehabilitator. A hearing was scheduled for 10:00 a.m. on September 27, 2002 to show cause why the rehabilitation order and the relief granted therein should not continue in effect. At that hearing, the Court ruled that AmCare Health Plans of Louisiana, Inc. ("AmCare") is placed in rehabilitation under the control of the Commissioner of Insurance for the State of Louisiana.

Also on September 23, 2002, an Emergency Motion to Cancel All Certificates of Coverage, Subscriber Agreements, Member Agreements and/or Policies of Insurance and Permitting the Transfer of the AmCare Business was filed. That motion was also set for hearing at 10:00 a.m. on September 27, 2002. At that hearing, the Court ruled that all AmCare certificates of coverage, subscriber agreements, member agreements and policies of insurance would be canceled on midnight on September 30, 2002.

**NOTICE OF WITHDRAWAL FROM THE MARKET AND
DISCONTINUANCE OF HEALTH COVERAGE**

You are hereby given notice that AmCare, in Receivership, is withdrawing from the market and discontinuing coverage effective midnight, September 30, 2002 as ordered by the 19th Judicial District Court for the Parish of East Baton Rouge. **It is important for you to know that your coverage will end at midnight on September 30, 2002.**

COMMERCIAL GROUP POLICYHOLDERS

Under an agreement with United Healthcare, Inc., commercial groups of AmCare, in Receivership, will be offered replacement coverage on a guaranteed issue basis. Information from United Healthcare, Inc. is attached to this notice. Commercial groups can choose any of the group products being marketed in Louisiana for their replacement coverage. Each group's rate will be calculated based on the product selected and underwriting criteria. Your replacements rates may be different from your current coverage plan. Groups are under no obligation to purchase replacement coverage from United Healthcare, Inc.

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INDIVIDUAL POLICYHOLDERS

Individual coverage will end at midnight September 30, 2002. If you cannot find replacement individual insurance coverage, you may be eligible for guaranteed issue replacement coverage from Louisiana Health Plan. If you have not received an information packet from the Louisiana Department of Insurance containing rate information and the application process, please contact Louisiana Health Plan at 225-926-6245. Applications are also available on line at www.Lahealthplan.org.

YOUR RIGHT NOT TO BE BILLED FOR SERVICES OWED BY AmCare Health Plans of Louisiana, Inc.

If you received bills from providers for any amounts over your deductible, co-payment, or co-insurance amounts, please contact AmCare, in Receivership, immediately. You are only responsible for your deductible, con-insurance and/or co-payment amounts. Demands for other payments are prohibited by state law and the order of the Court and should be forwarded immediately to AmCare, in Receivership.

STAY AND ABATEMENT OF LEGAL PROCEEDINGS

Pursuant to the order of the 19th Judicial District Court all suits and seizures against AmCare, the Commissioner, and the enrollees, subscribers, members and/or policyholders of AmCare are stayed. The order prohibits the commencement or maintenance of any action or proceeding.

FURTHER INFORMATION

If you want further information about AmCare and/or this legal proceeding, you may wish to contact your own legal counsel or

AmCare Health Plans of Louisiana, Inc., in Receivership
P.O. Box 91064
Baton Rouge, LA 70821
(225) 929-6300
www.ldi.state.la.us

Further information is available on line at www.ldi.state.la.us